LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6408 NOTE PREPARED: Jan 5, 2008

BILL NUMBER: HB 1175 BILL AMENDED:

SUBJECT: Display of New Driver Status on Motor Vehicle.

FIRST AUTHOR: Rep. Duncan

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill provides that in the case of certain newly licensed drivers issued licenses after June 30, 2008, a driver may operate a motor vehicle during the 180 days after issuance of the license only if the motor vehicle bears a placard showing that the driver is newly licensed.

Effective Date: July 1, 2008.

Explanation of State Expenditures: The potential expenditures will depend upon which type of distinctive marking is selected. For example, distinctive markings which may be selected include the following:

(1) Temporary paper plate	6"x12"	\$0.47/plate
(2) Temporary paper plate	4"x7"	\$0.43/plate
(3) Standard Sticker		\$0.14/sticker
(4) Dealer Sticker		\$0.15/sticker

Also, PEN Products (Prison Enterprises Network), the manufacturing and sales arm of prison-made products, charges the Bureau of Motor Vehicles (BMV) These charges consist of:

- (1) \$3.55 per plate for the new 2008 standard plate.
- (2) \$3.19 per plate for truck plates and other one-color plates.
- (3) \$3.69 per plate for multi-color plates.
- (4) \$2.20 per plate for standard motorcycle plates.
- (5) \$2.70 per plate for multi-color motorcycle plates.

HB 1175+

Explanation of State Revenues: Revenue will depend upon the number of drivers who would be required to purchase the distinctive marking for their vehicle. For the last three calendar years, the BMV has issued an average of 73,152 probationary licenses each year for all ages. The \$2 fee would generate approximately \$146,000 each year. The fund affected is the Crossroads 2000 Fund, which supports bonding for highway projects.

Explanation of Local Expenditures:

Explanation of Local Revenues:

<u>State Agencies Affected:</u> Bureau of Motor Vehicles; Department of Correction, PEN Products

Local Agencies Affected:

<u>Information Sources:</u> Becky Deeb, New Enterprise Manager, PEN Products, 317-388-8580 x 220; John Rardin, Sales and Marketing Manager, PEN Products, 317-388-8580; Sarah Meyer, Legislative Director for the BMV, 317-232-1936.

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HB 1175+ 2